Approved For Release 10 2/27 ECR 19 00975A004700420001-3

25X1

19 October 1959

Conv. No. C

25X1

Copy No. C

CENTRAL

INTELLIGENCE

BULLETIN



DOCUMENT NO.
NO CHANGE IN CLASS.
DECLASSIFIED

CLASS. CHANGED TO: TS S
NEXT REVIEW DATE:

_25X

DATE . 14.80

REVIEWER:

25X1

State Department review completed

Next 1 Page(s) In Document Exempt

CENTRAL INTELLIGENCE BULLETIN

19 October 1959

25X1	DAILY BRIEF
	I. THE COMMUNIST BLOC
ر ک 25X1	Communist China: While continuing their propaganda invective against the United States, the Chinese Communists are trying to refurbish their reputation in neighboring Asian neutral states. Peiping's Foreign Minister Chen Yi told a visiting Burmese delegation on 17 October that China "wanted to exist in peace with all its neighbors and with all the countries of the world." The Chinese made an earlier overture to the Burmese on 25 September, when the Chinese ambassador in Rangoon assured the Burmese premier that China accepted Burma's definition of the border with reservations only about a few small areas. On 6 October, Premier Chou En-lai sent Nehru a message which termed the Sino-Indian border issue a mere episode in an "ageold friendship." (Page 1)
	II. ASIA-AFRICA
25X1 [Ceylon - Communist China: Several top government officials in Colombo are seeking ways to reduce Ceylon's economic ties with Communist China. Colombo has long been dissatisfied with the terms of its rice-rubber barter agreement with Peiping. The minister of trade now has suggested that the United States furnish the \$3,000,000 in aid which the Chinese are providing for Ceylon's rubber replanting program. He feels this step would pave the way for Colombo to abrogate the entire rice-rubber pact. A recent contract to buy rice from Burma has improved Ceylon's position as far as its food requirements are concerned, thereby lessening its dependence on Chinese supplies. (Page 2)
	i Approved For Rel ∉ase 2003/02/27 : CIA-RDP79T009 75A004700420001 <u>2</u> 85X1

25X	1	Approved For Release 2003/02/27 : CIA-RDP79T00975A004700420001-3	
25 X1	1		i.
25X6	vK	Japan: The Japanese Socialist party's right-wing faction, headed by Suehiro Nishio, has decided to secede from the party and to form a "truly democratic socialist party." The secession, while not yet official, is based on Nishio's opposition to the party's increasingly pro-Communist orientation and domination by left-wing labor unions. Nishio apparently is supported by about 30 of the 249 Socialist Diet members, and he must attract considerably more Socialist Diet members to form an effective new party. The Socialist Diet members to form an effective new party. The Socialist split may have a divisive effect on Prime Minister Kishi's Liberal-Democratic party, which was formed in 1955 to counter the merger of the Left and Right Socialists. Kishi may thus have additional difficulty in holding his party in line on important issues, including revision of the US-Japanese security treaty and relations with Communist	
	No	Guatemala: Serious disturbances may occur on 20 October, anniversary of the 1944 revolution that initiated a decade of leftist rule in Guatemala. Extreme leftists are planning a massive parade, while an anti-government rightist faction is reported to be	
		19 Oct 59 DAILY BRIEF ii Approved For Relea se 2003/02/27 : CIA-RDP79T00975 A004700420001-3	

Approved For Pole	se 2003/02/27 : CIA-RDP79T00	0975 AD04700420001-3
Approved For Select	156 2003/02/27 . CIA-RDF / 5 1 00	25X1
lence to cause the c ists' boasts of US s being accepted as fa	erdemonstrations and rio overthrow of President Yo upport for their coup plan act by many key Guatemal	digoras. The right- 25X1 as are apparently lans, including the
President,		25X1 (Page 3)
		23/1
tr		
•		
•		· , ' i-
, \. •		
•		
19 Oct 59	DAILY BRIEF	iii

25X1

I. THE COMMUNIST BLOC

Peiping Renews Overtures to Asian Neutral Neighbors

Communist China's Foreign Minister Chen Yi told a visiting Burmese delegation on 17 October that China "wanted to exist in peace with all its neighbors and with all the countries of the world." Chen declared that China's economic programs required "a peaceful environment and continued relaxation of the world situation."

The foreign minister's remarks, which contained the specific assurance that China was particularly interested in peaceful relations with bordering countries, suggest that Peiping intends to follow up its recent overtures to these countries in an effort to refurbish its international reputation. On 6 October Premier Chou En-lai sent Nehru a message which termed the Sino-Indian border issue a mere episode in an "age-old friendship."

On 25 September, the Chinese ambassador in Rangoon assured the Burmese premier that China accepted Burma's definition of the border, with reservations only about a few areas. Since part of Burma's border claim is based on the McMahon line, which China refuses to accept as its border with India, Peiping may be trying to make the Burmese feel they are being granted something denied the Indians and to induce them to resume border negotiations. Last spring, the Burmese premier, disgusted with Communist delaying tactics, submitted a package proposal as Burma's 'final offer.''	
The Chinese continue their propaganda invective against the United States, which is charged with "armed occupation" of Taiwan and with deliberate measures to create new international tensions.	

25X1

25X1

25X1

25X1

25X1

III. THE WEST

25X1

Political Violence May Be Imminent in Guatemala

Guatemalan President Ydigoras is facing the most serious crisis of his 19-month-old administration, which has been characterized by an almost total absence of positive accomplishment and leadership. Harassed by rapidly growing leftist forces and subversive plotting by rightist factions, he has tried by divideand-rule tactics to maintain his tenuous hold on power. He now appears to be losing control, and various political factions, as well as groups in the politically important armed forces, are maneuvering in anticipation of what they apparently regard as the President's inevitable downfall. US Ambassador Mallory sees a strong possibility of serious violence in the very near future.

(Communist-influenced leftists are planning a massive parade on 20 October, anniversary of the 1944 revolution that initiated a decade of leftist rule in Guatemala, and a rightist faction is reported to be preparing for counterdemonstrations and riots of sufficient violence to cause Ydigoras' ouster.

(The rightist Nationalist Democratic Movement (MDN), discredited remnant of the political machine of the late President Castillo Armas, is in the forefront of the plotting and is believed responsible for the more than 30 terrorist bombings in the capital since last July. Its boasts that it has US backing for its coup plans are apparently being successfully used to recruit army officers to the MDN cause. President Ydigoras, who has long suspected US opposition to him, revealed his firm conviction in a conversation with the ambassador on 14 October that American "groups" are supporting his enemies.

(Ambassador Mallory believes that, whatever the consequences of an outbreak of violence, US interests would inevitably be adversely affected.

A rightist coup would be certain to arouse strong popular op-	
position and would tend to unify opposing leftist forces which would	
then become even more susceptible to Communist control.	
then become even more buseless.	_

25X1

25X1

Approved For Release 2003/02/27: CIA-RDP79T00975A004700420001-3

Page 3

THE PRESIDENT

The Vice President

Executive Offices of the White House

Special Assistant for National Security Affairs

Scientific Adviser to the President

Director of the Budget

Office of Defense and Civilian Mobilization

Director, National Aeronautics and Space Administration

Special Assistant for Security Operations Coordination

Board of Consultants on Foreign Intelligence Activities

Special Assistant for Foreign Economic Policy

Executive Secretary, National Security Council

The Treasury Department

The Secretary of the Treasury

The Department of State

The Secretary of State

The Under Secretary of State

The Under Secretary of State for Economic Affairs

The Deputy Under Secretary for Political Affairs

The Deputy Under Secretary for Administration

The Counselor

Director, International Cooperation Administration

The Director of Intelligence and Research

The Department of Defense

The Secretary of Defense

The Deputy Secretary of Defense

Assistant Secretary of Defense for International Security Affairs

The Secretary of the Army

The Secretary of the Navy

The Secretary of the Air Force

The Chairman, The Joint Chiefs of Staff

Commandant, United States Marine Corps

The Director, The Joint Staff

Chief of Staff, United States Army

Chief of Naval Operations, United States Navy

Chief of Staff, United States Air Force

Assistant to Secretary of Defense for Special Operations

Director for Intelligence, The Joint Staff

Assistant Chief of Staff for Intelligence, Department of Army

Director of Naval Intelligence, Department of Navy

Assistant Chief of Staff, Intelligence, Department of the Air Force

Supreme Allied Commander, Europe

Commander in Chief, Pacific

The Department of Commerce

The Secretary of Commerce

Federal Bureau of Investigation

The Director

Atomic Energy Commission

The Chairman

National Security Agency

The Director

National Indications Center

The Director

Approved For Release 703 P 275 P 27 00975 A004700420001-3